GOVERNMENT OF INDIA
PETROLEUM AND NATURAL GAS
LOK SABHA

UNSTARRED QUESTION NO:3221
ANSWERED ON:06.09.2007
SETTING UP OF KRISHNA GODAVARI GAS NETWORK LTD
Jagannath Dr. M.

Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:

(a) whether the State Government of Andhra Pradesh has sent a proposal to the Union Government for setting up of a Krishna-Godavari Gas Network Ltd. in the State for distribution of gas;

(b) if so, the details thereof;

(c) whether the proposal has been accepted and approved given by the Union Government; and

(d) if no, the time-frame by which the proposal is likely to be approved?

Answer

MINISTER OF STATE IN THE MINISTRY OF PETROLEUM & NATURAL GAS (SHRI DINSHA PATEL)

(a) to (d): Krishna Godavari Gas Network Limited (KGGNL) has applied for grant of authorization for laying, building and operating common carrier natural gas pipelines in the state of Andhra Pradesh. It has been mentioned that gas would be sourced from KG basin fields of Gujarat State Petroleum Corporation (GSPC).

The policy adopted by the Government is that authorization for laying, building and operating common carrier natural gas pipelines is granted on the basis of a gas sourcing tie-up with a producer, whose production profile is duly certified by Directorate General of Hydrocarbons (DGH).

As production profile from GSPC's fields has not been certified by the DGH, it has been decided to consider the issue of authorization to KGGNL after it is done.